

## GLOSSARY

**Ad Valorem Tax:** A tax levied in proportion to the value of a property.

**Activity:** Departmental efforts which contribute to the achievement of a specific set of program outcomes; the smallest unit of the program budget.

**Allocate:** To set apart portions of budgeted expenditures which are specifically designated to organizations for special activities or purposes (i.e., various rescue squads).

**Annual Budget:** A budget covering a single fiscal year.

**Appropriation:** An authorization granted by the Board of Commissioners to make budgeted expenditures and to incur obligations for purposes specified in the budget ordinance.

**Approved Budget:** The budget as formally adopted by the Board of Commissioners for the upcoming fiscal year.

**Assessed Value:** The value of real estate or personal property as determined by tax assessors and used as a basis for levying taxes.

**Assessment:** The process for determining values of real and personal property for taxation purposes.

**Authorized Bond:** Bonds which have been legally approved but may or may not have been sold.

**Balanced Budget:** Occurs when planned expenditures equal anticipated revenues. In North Carolina it is required that the budget submitted to the Board of Commissioners be balanced.

**Board of County Commissioners:** Five member Board elected at large by the voters of the County for four year terms.

**Bond:** A written promise to pay a specific amount of money with interest within a specific time period, usually long-term.

**Bond Issued:** Bonds that are sold.

**Bond Rating:** A grade indicating a governmental unit's investment qualities. Generally speaking, the higher bond rating, the more favorable the interest rate and the lower the cost of financing capital projects funded by bonds. A high rating is indicative of the Government's strong financial position. Ratings range from AAA (highest) to D (lowest).

**Budget Document:** A formal document presented to the Board of Commissioners containing the County's financial plan for a fiscal year.

**Budget Message:** A written overview of the proposed budget from the County Manager to the Board of Commissioners which discusses the major budget items and the County's present and future financial condition.

**Capital Improvement Plan:** A long term plan of proposed capital improvement projects which includes estimated project costs and funding sources that the County expects to undertake within a five year period. The plan is updated annually to reassess capital needs.

**Capital Outlay:** An expenditure expected to have a useful life greater than three years or an estimated total cost of \$5,000 or more. Capital outlay expenditures include such purchases as a heavy duty calculator, a vehicle, or a microcomputer.

**Capital Project:** A project expected to have a useful life greater than ten years or an estimated total cost of \$100,000 or more and requiring professional certification. Capital projects include the construction, purchase, or major renovation of a building or the purchase of land.

**Capital Projects Fund:** A fund used to account for the acquisition or construction of major governmental capital facilities and equipment which are not financed by other funds.

**Contingency Account:** Account in which funds are set aside for unforeseen expenditures which may become necessary during the year and which have not been provided for in the context of the annual operating budget. Transfers from this account must be approved by the County Manager or Board of Commissioners.

**Current Expense:** Local funds used to supplement the State's minimum level of support for operating the schools. These funds by State law are appropriated on a per pupil basis.

**Debt Service Fund:** Fund used to account for the accumulation of resources for and payment of general long-term debt principal, interest, and related costs.

**Delinquent Taxes:** Taxes that remain unpaid after the due date on which a penalty for nonpayment is incurred.

**Department:** A major administrative division of the County that has overall management responsibility for an operation within a function area.

**DHR:** Represents Departments of Human Resources that includes Social Services, Public Health, and Mental Health Departments.

**Encumbrance:** A financial commitment for services, contracts, or goods that have not as yet been delivered or performed.

**Enterprise Fund:** A grouping of activities whose expenditures are wholly or partially offset by revenues collected from consumers in the form of fees and charges.

**Expenditures:** The total costs of a program or capital project.

**Fire District:** Special voter-approved districts within the County established to furnish fire protection to residents and supported by property taxes.

**Fiscal Year:** The time period beginning July 1 of a calendar year and ending on June 30 of the following calendar year. Budgeting is carried out on a fiscal year schedule.

**Fixed Asset:** An asset of long-term character. For budgetary purposes a fixed asset is defined as an item costing \$1000 or more with an expected life of more than three years.

**Fringe Benefits:** For budgeting purposes fringe benefits include employer payments for social security, retirement, group health, life insurance, dental insurance, and workers compensation.

**Full-Time Equivalent (FTE):** An FTE converts the hours worked by a position into a percentage of a full year's number of hours. One FTE equals 40 hours per week or 2,080 hours per year per permanent position.

**Fund:** An accounting entity created to record the financial activity for a selected financial grouping. A fund is set up to carry out a special function or attain certain objectives in accordance with set laws and regulations.

**Fund Balance:** Amounts shown as fund balance represent monies which remain unspent after all budgeted expenditures have been made. North Carolina statutes dictate that a portion of fund balance should be retained and not made available for appropriation in the following fiscal year.

**Function:** A broad grouping of activities and departments whose outcomes and expenditures are inter-related. Examples of functions within Catawba County include Human Resources, Public Safety, and General Government.

**General Fund:** The general operating fund of the County used to account for all financial resources except those required to be accounted for in another fund.

**General Obligation Bonds:** Bonds issued by a government that are backed by the full faith and credit of its taxing authority.

**Grants:** A broad statement of desired conditions to be maintained or achieved through the efforts of an organization.

**Indirect Cost:** The component of the total cost for a service that is provided by and budgeted within another department or division. Indirect costs are budgeted to more accurately reflect the true total cost for such services such as those provided by the Administrative Departments.

**Intergovernmental Revenues:** Revenues from other governments (State, Federal, or local), which can be in the form of grants, shared revenues, or entitlement.

**Lease Purchase:** A method of purchasing equipment in which payments are spread over a period of time.

**Levy:** The amount of tax, service charge, and assessments imposed by the government.

**Line Item:** A budgetary account representing a specific object of expenditure.

**Modified Accrual:** The County budgets all funds on the modified accrual basis of accounting according to North Carolina General Statute. This is an accounting method in which revenues are recorded when they are earned or billed and expenditures are recorded when they are obligated.

**Ordinance:** A formal legislative enactment by the Board of Commissioners that has the full force and effect of law within the boundaries of the County.

**Personal Services:** Salaries and wages paid to employees for full-time, part-time, and temporary work including overtime and similar compensation. Also included in this account group are fringe benefits paid for employees.

**Program:** A well-defined portion of the operating plan for which a distinct set of goals and outcomes may be developed.

**Program Objective:** A specific statement about what is to be accomplished or achieved for a particular program during the fiscal year.

**Public Safety:** A group of expenditures related to the provision and enforcement of law enforcement and fire and disaster protection.

**Reappraisal:** The process of revaluing a jurisdiction's real property in order to adjust the tax value to the market value. By North Carolina law, a revaluation must be conducted at a minimum of every eight years.

**Reclassification:** A change in the classification and corresponding job title of an existing position that results from a major change in assigned responsibilities.

**Reinventing Department:** One of seven departments operating under alternative methods for budgeting which give more flexibility for accounts.

**Reserve:** An account designated for a portion of the fund balance that is to be used for a specific purpose.

**Revenue:** Income including transfers and excluding proceeds from the sale of bonds or notes for the fiscal year. The major categories of revenue include taxes, intergovernmental, Federal and State, permits and fees, sales and services, and interest on investments.

**Special Revenue Fund:** A fund used to account for the revenues from specific sources that are to be used for legally specified expenditures.

**Tax Levy:** Revenue produced by applying a given tax rate to a property's assessed or tax value.

## **Fund Structure**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Catawba County, like all other governmental entities in North Carolina, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the County's Budget Ordinance. All the funds of Catawba County can be divided into two categories: governmental funds (used to account for those functions reported as governmental activities in the government-wide financial statements (and proprietary funds (used to report the same functions presented as business-type activities in the government-wide financial statements).

### **General**

#### ***General Fund***

The General Fund is the primary operating fund of the County. It is used to account for all financial resources of the general government, except those required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, sales taxes, Federal and State grants, and other various taxes and licenses. The primary expenditures are for education, human services, public safety, economic and physical development, environmental protection, cultural projects, and general government services.

#### **Self Insurance Fund**

The County is self-insurance for health and dental insurance. This fund is used to track the County's cost for wellness, employee health and dental insurance, property and general liability insurance, and workers compensation.

#### ***Register of Deeds Automation and Preservation Fund***

In 2002 new legislation created an Automation Enhancement and Preservation Fund and expanded the uniform fees for services charged by Register of Deeds. This increase in fees is to be used to enhance the standards for instruments to be registered in the Office of the Register of Deeds. Revenues in this Fund are to be spent on computer and imaging technology enhancements in the Register of Deeds Office. Revenues are based on 10% of the total for Marriage Licenses, Recording of Legal Instruments, UCC Filing Fees, and Miscellaneous Revenues. The remaining 90% of these revenues are recorded in the Register of Deeds cost center in the General Fund.

### **Special Revenue Funds**

#### ***Emergency Telephone System Fund***

Established in accordance with North Carolina law to account for the revenues received from the 911 charges and the expenditure of those funds for the emergency telephone systems.

***Wireless 911 Fund***

Revenues for this fund are generated from 911 fees charged to users of wireless phones. Funds are collected and distributed by the State to each County based on the approximate number of cell phones in each County.

***Narcotics Seized Funds and Property Fund***

To account for the revenues received by the Sheriff's Department for drug reimbursements and the expenditure of those funds to further narcotics enforcement efforts.

***Reappraisal Fund***

The County maintains this fund as required by North Carolina General Statutes for financing the cost of the next reappraisal.

***General Capital Reserve Fund***

To account for the accumulation of funds for the financing and construction of general capital projects.

***Water & Sewer Reserve Fund***

To account for the accumulation of funds for the financing and construction of water and sewer capital projects in the unincorporated sections of the County.

***Hospital Capital Reserve Fund***

To account for the accumulation of funds for the financing and construction of major capital projects for the County hospital.

***Rescue Squads Fund***

To account for the accumulation of funds for the financing of future capital needs of the six rescue squads within the County.

***Library Endowment Fund***

To account for donations that are stipulated for the purchase of Library books.

***Gretchen Peed Scholarship Fund***

To account for donations that are stipulated for scholarships.

***Parks/Historic Preservation Trust Fund***

To account for donations and other funds that are stipulated for park expenditures.

***Community Development Fund***

To account for the accumulation of funds for the financing of critical housing needs for low-income families within the County.

***Fire Districts Funds***

The County Maintains sixteen separate fire district funds under its budgetary control to account for tax receipts and disbursements to the fire districts.

## **Capital Projects**

### ***General Capital Projects Fund***

To account for the financing and construction of all major general government capital projects.

### ***Water & Sewer Construction Fund***

To account for the financing and construction of all major water and sewer capital projects in the unincorporated sections of the County.

### ***Schools' Capital Projects Fund***

To account for the financing and construction of all major capital projects for the three schools systems and community college in the County.

### ***Schools' Construction Fund***

To account for the financing and construction of all major capital projects for the three schools systems and community college in the County.

### ***School Bond Fund – 1997 Series***

To account for the financing and construction of all major capital projects for the three schools systems and community college in the County.

### ***Hospital Construction Fund***

To account for the financing and construction of all major capital projects for Catawba Valley Medical Center.

## **Enterprise Funds**

### ***Solid Waste Reserve Fund***

This is a reserve established by the County to accumulate the funds necessary to cover the closer and postclosure care costs as well as future capital costs that will be incurred by the Landfill.

### ***Solid Waste Management Fund***

This fund accounts for the operations of the County's solid waste activities.



**FINANCIAL STATISTICS AND STATEMENTS  
FOR FISCAL YEAR ENDING JUNE 30, 2005**

**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of General Governmental Expenditures by Function<sup>1</sup>**  
**For the Fiscal Years Ended June 30, 1996 to 2005**

<b>Fiscal Year Ended June 30</b>	<b>General Government</b>	<b>Public Safety</b>	<b>Environmental Protection</b>	<b>Economic &amp; Physical Development</b>
<b><i>Expressed in nominal dollars</i></b>				
1996	7,223,185	10,562,616	422,185	2,376,605
1997	7,548,796	11,551,999	363,110	3,522,497
1998	7,913,031	11,940,204	413,193	3,374,628
1999	8,058,798	12,693,838	423,155	4,199,148
2000	8,728,954	15,094,171	430,994	4,871,841
2001	7,466,659	15,025,312	505,205	6,735,065
2002	7,569,288	16,313,961	388,926	7,518,580
2003	8,543,435	17,156,936	321,413	7,409,045
2004	8,506,393	19,088,555	384,942	7,594,145
2005	9,449,992	20,032,107	428,549	7,886,973
<b><i>Expressed in constant dollars</i></b>				
1996	4,608,392	6,738,949	269,354	1,516,274
1997	4,710,449	7,208,447	226,581	2,198,038
1998	4,858,601	7,331,285	253,701	2,072,022
1999	4,851,396	7,641,691	254,739	2,527,887
2000	5,062,793	8,754,619	249,977	2,825,668
2001	4,194,769	8,441,220	283,824	3,783,760
2002	4,207,767	9,068,931	216,204	4,179,579
2003	4,651,046	9,340,236	174,977	4,033,484
2004	4,484,570	10,063,486	202,941	4,003,633
2005	4,859,186	10,300,509	220,360	4,055,482

**Note:**

<sup>1</sup>Includes General, Special Revenue, and Capital Projects Funds.

Nominal dollars reflect actual dollars of the period of the transaction. Constant dollars reflect dollars having a constant general purchasing power as shown by the Consumer Price Index for All Urban Consumers (CPI-U) (Calendar years 1982 - 1984 = 100).

<b>Human Services</b>	<b>Culture and Recreation</b>	<b>Education</b>	<b>Capital Projects</b>	<b>Debt Service</b>	<b>Total</b>
38,127,429	1,855,028	20,940,830	17,367,124	6,866,958	108,143,771
42,007,839	2,085,563	21,752,846	11,585,893	7,292,216	108,365,413
45,268,605	2,024,044	23,114,413	16,924,978	7,682,635	120,389,614
47,155,262	2,265,773	24,172,744	30,977,070	9,344,983	143,041,792
48,907,143	2,274,479	25,871,097	30,993,580	10,854,822	148,633,362
53,307,477	2,292,733	27,566,111	25,702,494	11,481,155	152,140,725
55,721,269	2,234,409	28,202,411	13,181,244	10,987,317	142,117,405
56,659,920	2,186,614	27,437,466	7,859,145	10,778,702	138,352,676
59,078,864	2,331,664	30,048,641	18,690,079	10,427,413	156,150,696
65,701,149	2,465,676	30,410,166	33,473,868	13,604,156	183,452,636
24,325,300	1,183,508	13,360,249	11,080,225	4,381,119	67,463,370
26,212,892	1,301,391	13,573,776	7,229,597	4,550,343	67,211,514
27,794,923	1,242,763	14,192,250	10,391,936	4,717,138	72,854,619
28,387,468	1,363,995	14,551,992	18,648,196	5,625,680	83,853,044
28,366,143	1,319,198	15,005,236	17,976,276	6,295,797	85,855,707
29,948,141	1,288,057	15,486,641	14,439,661	6,450,113	84,316,186
30,975,453	1,242,108	15,677,720	7,327,454	6,107,849	79,003,065
30,845,660	1,190,393	14,936,956	4,278,519	5,867,925	75,319,196
31,146,377	1,229,253	15,841,644	9,853,410	5,497,332	82,322,646
33,783,531	1,267,851	15,636,907	17,212,263	6,995,257	94,331,346

**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of General Governmental Revenues by Source<sup>1</sup>**  
**For the Fiscal Years Ended June 30, 1996 to 2005**

<b>Fiscal Year Ended June 30</b>	<b>Ad Valorem Taxes</b>	<b>Other Taxes</b>	<b>Unrestricted Intergovernmental Revenues</b>
<i><b>Expressed in nominal dollars</b></i>			
1996	37,605,937	18,949,860	2,692,231
1997	39,243,950	18,496,322	4,477,652 <sup>2</sup>
1998	43,563,118	20,206,753	4,468,639
1999	44,738,308	21,392,472	4,473,707
2000	53,313,472	23,136,615	4,455,262
2001	55,112,257	23,470,898	4,466,558
2002	57,268,329	23,023,315	4,021,740
2003	59,388,468	25,207,828	1,379,229
2004	63,153,315	28,444,404	1,336,917
2005	64,037,632	30,151,572	1,095,733
<i><b>Expressed in constant dollars</b></i>			
1995	21,700,639	12,091,366	1,750,224
1996	23,992,588	12,090,011	1,717,644
1997	24,488,225	11,541,705	2,794,055 <sup>2</sup>
1998	26,747,754	12,406,946	2,743,744
1999	26,932,461	12,878,268	2,693,172
2000	30,921,814	13,419,237	2,584,052
2001	30,962,066	13,185,950	2,509,312
2002	31,835,464	12,798,661	2,235,685
2003	32,331,082	13,723,142	750,852
2004	33,294,428	14,995,890	704,823
2005	32,928,150	15,503,938	563,426

**Note:**

<sup>1</sup>Includes General, Special Revenue, and Capital Projects Funds.

<sup>2</sup> This increase was brought about by the fact that Intangibles Taxes are not truly a tax any longer, but a State appropriation. Therefore, they are reported in the unrestricted intergovernment revenues now, rather than the other taxes.

Nominal dollars reflect actual dollars of the period of the transaction. Constant dollars reflect dollars having a constant general purchasing power as shown by the Consumer Price Index for All Urban Consumers (CPI-U) (Calendar years 1982 - 1984 = 100).

<b>Restricted Intergovernmental Revenues</b>	<b>Licenses and Permits</b>	<b>Sales and Service</b>	<b>Investment Earnings</b>	<b>Miscellaneous</b>	<b>Total</b>
22,998,328	1,035,524	9,854,724	2,957,563	1,607,372	97,701,539
25,014,450	1,320,465	11,637,616	3,130,845	1,997,576	105,318,876
27,065,539	1,531,438	12,189,055	3,903,740	3,635,247	116,563,529
27,585,577	1,740,558	12,398,709	3,628,919	1,989,857	117,948,107
33,650,901	2,063,027	12,042,526	4,221,567	2,301,963	135,185,333
39,413,713	2,104,748	13,122,659	5,239,407	2,612,690	145,542,930
36,382,864	2,211,753	15,121,137	2,720,791	2,544,061	143,293,990
32,683,132	2,383,424	16,664,263	2,107,354	2,997,207	142,810,905
36,297,819	2,959,092	17,742,167	642,651	4,614,575	155,190,940
42,141,280	3,457,883	17,420,439	2,773,588	3,803,472	164,881,599
14,672,933	660,664	6,287,314	1,886,925	1,025,503	62,333,582
15,609,017	823,970	7,261,872	1,953,647	1,246,488	65,718,979
16,618,241	940,303	7,484,080	2,396,897	2,232,042	71,570,007
16,606,517	1,047,817	7,464,023	2,184,609	1,197,894	71,004,761
19,517,522	1,196,556	6,984,665	2,448,509	1,335,138	78,407,493
22,142,624	1,182,447	7,372,310	2,943,499	1,467,809	81,766,017
20,225,234	1,229,513	8,405,840	1,512,488	1,414,244	79,657,129
17,792,697	1,297,536	9,072,025	1,147,244	1,631,679	77,746,257
19,136,210	1,560,033	9,353,670	338,806	2,432,804	81,816,664
21,669,046	1,778,043	8,957,590	1,426,179	1,955,745	84,782,117

**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of Taxable Property Assessed Values**  
**For the Fiscal Years Ended June 30, 1996 to 2005**

<b>Fiscal Year Ended June 30</b>	<b>Tax Year Ended December 30</b>	<b>Real Property</b>
<b><i>Expressed in nominal dollars</i></b>		
1996	1995	4,876,554,755
1997	1996	5,010,344,852
1998	1997	5,125,986,153
1999	1998	5,316,945,979
2000	1999	7,415,161,955
2001	2000	7,676,297,260
2002	2001	7,988,283,700
2003	2002	8,265,105,733
2004	2003	9,513,468,457
2005	2004	9,722,396,729
<b><i>Expressed in constant dollars</i></b>		
1996	1995	3,111,241,934
1997	1996	3,126,455,188
1998	1997	3,147,355,498
1999	1998	3,200,801,479
2000	1999	4,300,793,934
2001	2000	4,312,543,801
2002	2001	4,440,686,909
2003	2002	4,499,523,561
2004	2003	5,015,500,571
2005	2004	4,999,256,398

**Note:**

All taxable property for the above fiscal years was assessed at one hundred percent (100%) of its estimated actual value. The County, as required by statute, revalued its real property in 1999 which resulted in a substantial increase in value for fiscal year ended 2000 as a result of such revaluation.

Nominal dollars reflect actual dollars of the period of the transaction. Constant dollars reflect dollars having a constant general purchasing power as shown by the Consumer Price Index for All Urban Consumers (CPI-U) (Calendar years 1982 - 1984 = 100).

<b>Personal Property</b>	<b>Public Service Companies</b>	<b>Total Assessed Value</b>
1,718,695,778	391,612,476	6,986,863,009
1,888,956,123	399,841,311	7,299,142,286
2,178,621,231	418,315,103	7,722,922,487
2,238,372,239	387,202,399	7,942,520,617
2,324,551,977	502,521,581	10,242,235,513
2,614,445,636	484,704,904	10,775,447,800
2,709,118,917	479,273,637	11,176,676,254
2,796,143,745	507,720,148	11,568,969,626
2,640,843,044	517,072,839	12,671,384,340
2,680,617,427	539,742,782	12,942,756,938
1,096,527,906	249,848,760	4,457,618,600
1,178,708,621	249,500,978	4,554,664,787
1,337,673,436	256,845,473	4,741,874,407
1,347,500,088	233,095,844	4,781,397,411
1,348,240,147	291,462,517	5,940,496,598
1,468,795,558	272,307,215	6,053,646,574
1,505,999,206	266,428,215	6,213,114,330
1,522,220,655	276,402,849	6,298,147,065
1,392,252,453	272,600,801	6,680,353,825
1,378,373,481	277,535,739	6,655,165,618

**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of Property Tax Rates - Direct and Overlapping Governments**  
**For the Fiscal Years Ended June 30, 1996 to 2005**

<b>Fiscal Year Ended June 30</b>	<b><i>Fire Tax Districts</i></b>				
	<b>Catawba County</b>	<b>Bandys</b>	<b>Catawba</b>	<b>Claremont</b>	<b>Conover Rural</b>
1996	0.5200	0.0400	0.0700	0.0700	0.0350
1997	0.5200	0.0400	0.0700	0.0700	0.0350
1998	0.5500	0.0400	0.0700	0.0700	0.0350
1999	0.5500	0.0400	0.0700	0.0700	0.0350
2000	0.4950	0.0390	0.0700	0.0700	0.0350
2001	0.4950	0.0390	0.0700	0.0700	0.0350
2002	0.4950	0.0390	0.0700	0.0700	0.0350
2003	0.4950	0.0390	0.0700	0.0700	0.0350
2004	0.4800	0.0039	0.0700	0.0700	0.0350
2005	0.4800	0.0390	0.0700	0.0700	0.0500

	<b><i>Fire Tax Districts</i></b>				
	<b>Catawba County</b>	<b>Maiden</b>	<b>Mountain View</b>	<b>Newton</b>	<b>Oxford</b>
1996	0.5200	0.0200	0.0475	0.0500	0.0500
1997	0.5200	0.0350	0.0475	0.0500	0.0500
1998	0.5500	0.0350	0.0475	0.0500	0.0600
1999	0.5500	0.0425	0.0475	0.0500	0.0600
2000	0.4950	0.0340	0.0410	0.0500	0.0600
2001	0.4950	0.0340	0.0450	0.0600	0.0600
2002	0.4950	0.0340	0.0450	0.0560	0.0600
2003	0.4950	0.0340	0.0450	0.0560	0.0600
2004	0.4800	0.0312	0.0425	0.0513	0.0600
2005	0.4800	0.0312	0.0425	0.0513	0.0600

	<b><i>Municipality Tax Rates</i></b>				
	<b>Catawba County</b>	<b>Town of Brookford</b>	<b>Town of Catawba</b>	<b>City of Claremont</b>	<b>City of Conover</b>
1996	0.5200	0.5200	0.4900	0.4700	0.3800
1997	0.5500	0.5200	0.4900	0.4700	0.3800
1998	0.5500	0.5200	0.4900	0.4700	0.3800
1999	0.4950	0.5200	0.4900	0.4700	0.3800
2000	0.4950	0.5200	0.4800	0.4500	0.3600
2001	0.4950	0.5200	0.4800	0.4500	0.3600
2002	0.4950	0.5200	0.4800	0.4500	0.3600
2003	0.4800	0.5200	0.4800	0.4500	0.3800
2004	0.4800	0.5200	0.4800	0.4500	0.3600
2005	0.0480	0.5200	0.4800	0.4500	0.3800

**Note:**

All tax rates are expressed in dollars of tax per \$100 of assessed valuation. For the above years, the tax levies were assessed at one hundred percent (100%) of the actual value.



***Fire Tax Districts***

<b>Cooksville</b>	<b>Denver</b>	<b>Fairbrook</b>	<b>Icard- Long View</b>	<b>Icard- Mountain View</b>	<b>Long View</b>
0.0600	0.0300	0.0550	0.0500	0.0500	0.0800
0.0600	0.0300	0.0550	0.0500	0.0500	0.0800
0.0600	0.0300	0.0550	0.0500	0.0500	0.0760
0.0600	0.0400	0.0400	0.0500	0.0500	0.0760
0.0600	0.0320	0.0280	0.0440	0.0400	0.0620
0.0600	0.0320	0.0280	0.0440	0.0400	0.0620
0.0600	0.0320	0.0280	0.0440	0.0400	0.0620
0.0600	0.0320	0.0280	0.0440	0.0400	0.0620
0.0550	0.0293	0.0257	0.0000	0.0000	0.0568
0.0550	0.0450	0.0257	0.0000	0.0000	0.0568

***Fire Tax Districts***

<b>Propst</b>	<b>Sherrills Ford</b>	<b>Startown</b>	<b>St. Stephens</b>	<b>Viewmont</b>	<b>Maximum Combined Tax Rate</b>
0.0650	0.0420	0.0500	0.0500	0.0325	0.6000
0.0650	0.0420	0.0500	0.0500	0.0325	0.6000
0.0650	0.0420	0.0500	0.0500	0.0325	0.6260
0.0650	0.0420	0.0500	0.0500	0.0325	0.6260
0.0650	0.0320	0.0500	0.0500	0.0270	0.5650
0.0650	0.0400	0.0500	0.0500	0.0270	0.5650
0.0650	0.0400	0.0000	0.0500	0.0270	0.5650
0.0650	0.0400	0.0000	0.0500	0.0270	0.0565
0.0650	0.0400	0.0000	0.0500	0.0248	0.5500
0.0650	0.4000	0.0000	0.0500	0.0248	0.5500

***Municipality Tax Rates***

<b>City of Hickory</b>	<b>Town of Long View</b>	<b>Town of Maiden</b>	<b>City of Newton</b>	<b>Maximum Combined Tax Rate</b>
0.5900	0.4000	0.4000	0.4300	1.1100
0.5900	0.4000	0.4000	0.4300	1.1100
0.5900	0.4000	0.4000	0.5400	1.1400
0.5900	0.4000	0.4000	0.5400	1.1400
0.5500	0.4000	0.3700	0.4700	1.0450
0.5500	0.4000	0.3700	0.4700	1.0450
0.5500	0.4000	0.4000	0.4700	1.0450
0.5500	0.4000	0.4000	0.4700	1.0450
0.5000	0.4000	0.3800	0.4400	1.0000
0.0500	0.4000	0.3800	0.4400	1.0000

**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of Bonded Debt and Per Capita Bonded Debt**  
**For the Fiscal Years Ended June 30, 1996 to 2005**

<b>Fiscal Year Ended June 30</b>	<b>Population Estimate</b>	<b>Taxable Property Assessed Value</b>	<b>Debt Limit</b>
<i><b>Expressed in nominal dollars</b></i>			
1996	126,240	6,986,863,009	558,949,041
1997	128,055	7,299,142,286	583,931,383
1998	130,371	7,722,922,487	617,833,799
1999	132,545	7,942,520,617	635,401,649
2000	134,128	10,242,235,513	819,378,841
2001	141,685	10,775,447,800	862,035,824
2002	145,071	11,176,676,254	894,134,100
2003	146,690	11,568,969,626	925,517,570
2004	146,971	12,671,384,340	1,013,710,747
2005	148,797	12,942,756,938	1,035,420,555
<i><b>Expressed in constant dollars</b></i>			
1996		4,457,618,600	356,609,488
1997		4,554,664,787	364,373,183
1998		4,741,874,407	379,349,953
1999		4,781,397,411	382,511,793
2000		5,940,496,598	475,239,728
2001		6,053,646,574	484,291,726
2002		6,213,114,330	497,049,146
2003		6,298,147,064	503,851,765
2004		6,680,353,824	534,428,306
2005		6,655,165,618	532,413,249

**Note:**

Population estimates are based upon estimates issued by the Bureau of Census.

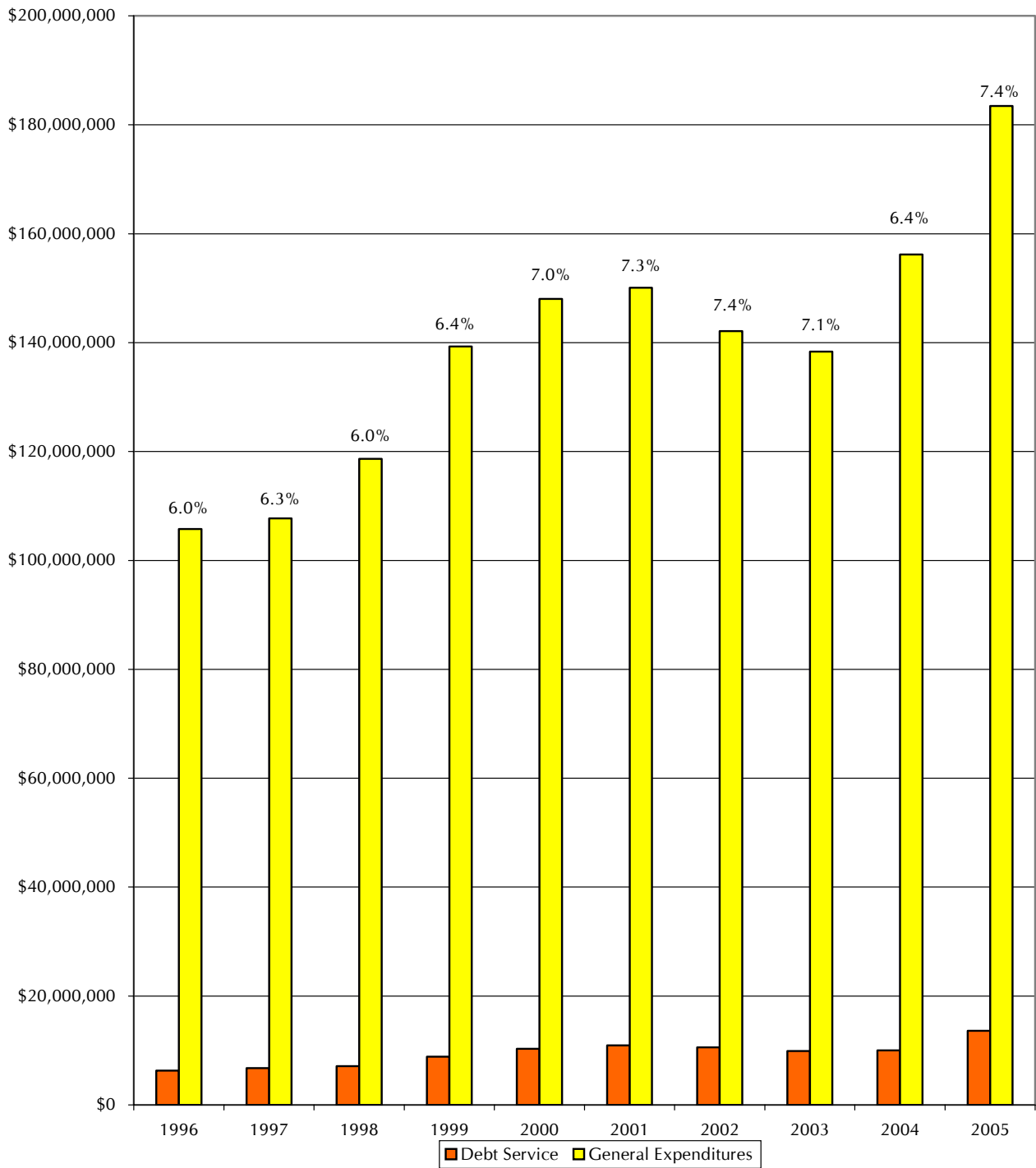
Nominal dollars reflect actual dollars of the period of the transaction. Constant dollars reflect dollars having a constant general purchasing power as shown by the Consumer Price Index for All Urban Consumers (CPI-U) (Calendar years 1982 - 1984 = 100).

<b>Bonded Debt</b>	<b>Legal Debt Margin</b>	<b>Ratio of Bonded Debt to Taxable Property Assessed Value</b>	<b>Bonded Debt Per Capita</b>
53,150,000	487,659,326	0.76	421.02
49,125,000	501,401,600	0.67	383.62
69,515,000	530,448,705	0.90	533.21
80,710,000	550,624,008	1.02	608.93
83,285,000	731,730,418	0.81	620.94
76,450,000	781,381,947	0.71	539.58
69,650,000	820,358,912	0.62	480.11
63,040,000	858,658,485	0.55	429.75
55,880,000	944,134,933	0.44	380.21
49,340,000	923,035,555	0.38	331.59
33,909,700	319,894,221		
30,654,000	330,999,992		
42,682,210	334,057,822		
48,587,420	331,475,653		
48,305,300	424,403,642		
42,949,610	438,980,378		
38,718,435	456,037,519		
34,318,976	467,453,679		
29,459,936	497,747,937		
25,370,628	474,624,882		

**Schedule of Legal Debt Margin**  
**June 30, 2005**

Assessed Value - January 1, 2004 (after exemptions)		<u><u>\$12,942,756,938</u></u>
Debt Limit - eight percent (8%) of assessed value		\$1,035,420,555
Amount of debt applicable to debt limit		
Outstanding General Obligation debt	\$49,340,000	
Authorized and unissued General Obligation Debt	\$6,970,000	
Other debt not evidenced by bonds:		
Certificates of participation	\$53,805,000	
Installment Purchase	<u>9,240,000</u>	<u>\$63,045,000</u>
		\$119,355,000
Less - Statutory deductions		
Unissued refunding bonds	<u>(6,970,000)</u>	
Total amount of debt applicable to debt limit		<u>112,385,000</u>
Legal Debt Margin		<u><u>\$923,035,555</u></u>

**General Bonded Debt Service as Percentage of General Expenditures**  
Last Ten Fiscal Years



## **Debt Management Policy**

Catawba County has established debt management criteria that addresses several needs:

- Provide essential facilities in a timely fashion
- Preserve the County's strong fiscal position
- Ensure sufficient flexibility to meet future obligations or opportunities
- Manage its debt obligations to meet demands for capital facilities while striving to maintain or to improve the County's Aa2/AA- bond rating.

Although the Board of Commissioners has not formally adopted specific debt limits, the following standards are considered when issuing debt.

1. Outstanding debt should not exceed \$1,000 (current is \$755) per capita. Per capita debt is considered to be a basic benchmark that depicts a jurisdiction's burden on the general population.
2. Outstanding debt should not exceed 8% of the Countywide tax base. North Carolina state law permits local governments to issue debt up to 8% of the total assessed valuation. As of June 30, 2005, the County has \$112,385,000 of outstanding debt, which includes \$49,340,000 of outstanding general obligation principal debt. Outstanding general obligation debt is .38% of the total assessed valuation. At the current level of assessed value, Catawba County could legally incur up to \$1.035 billion of debt under State law.
3. The County's annual debt service payment should not exceed 15% of the General Fund budget. Debt Service payments are the legal obligation of the county. The County must be able to support those payments yet continue to be able to respond to any changing priorities. In Fiscal Year 2005/06, the ratio of Debt Service payments to General Fund budget is 9.25%.

**CATAWBA COUNTY, NORTH CAROLINA**  
**Demographic Statistics**  
**For the Fiscal Years Ended June 30, 1996 to 2005**

Calendar Year Ending	Population Estimate <sup>1</sup>	Per Capita Income <sup>4</sup>	Median Age <sup>3</sup>	School Enrollment	Unemployment Rate <sup>2</sup>
1996	126,240	24,602	35.8	21,457	4.3%
1997	128,055	25,935	35.8	22,093	3.5%
1998	130,371	27,157	36.7	22,440	2.6%
1999	132,545	28,253	36.7	23,004	1.8%
2000	134,125	27,937	37.0	23,600	1.8%
2001	141,685	27,381	36.1	23,845	6.4%
2002	145,071	N/A	36.2	23,688	9.4%
2003	146,690	N/A	36.3	23,825	9.3%
2004	146,971	N/A	36.4	23,942	7.2%
2005	148,797	N/A	36.6	24,243	6.6%

N/A = Not Available

Sources:

<sup>1</sup>Population estimates are based upon estimates issued by the Bureau of the Census.

<sup>2</sup>Department of Commerce - Employment Security Commission

<sup>3</sup>Office of State Planning

<sup>4</sup>Bureau of Economic Analysis

**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of Principal Taxpayers**  
**For the Fiscal Year Ended June 30, 2005**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Assessed Valuation</b>	<b>% of Total Assessed Valuation</b>
Duke Energy Corporation	Electric Utility	\$356,728,514	2.76%
CommScope, Inc.	Cable Manufacturer	\$151,697,472	1.18%
Corning Cable Systems	Optical Cable	106,234,298	0.82%
Alcatel N.A., Inc.	Fiber Optic Cable	97,661,411	0.76%
Getrag Gears of North America	Gears	77,537,250	0.60%
AMIREIT/American Medical (Frye Regional)	Medical Care	64,164,211	0.50%
Hickory Springs Mfg. Co., Inc.	Furniture Supplies	59,311,485	0.46%
Central Telephone Company	Telephone	54,549,996	0.43%
Shuford Mills, Inc., Shuford Development,			
Shurtape Technologies, Inc.	Textiles & Tape	49,967,394	0.39%
Valley Hills Mall, LLC	Shopping Mall	48,198,940	0.38%
		<u>\$1,066,050,971</u>	<u>8.28%</u>



**CATAWBA COUNTY, NORTH CAROLINA**  
**Schedule of Principal Employers**  
**June 30, 2005**

<b>Employer</b>	<b>Type of Business</b>	<b>Number of Employees</b>	<b>Percentage of Estimated Total County Employment</b>
CommScope, Inc.	Cable Manufacturer	2,100	2.89%
Hickory Springs Mfg. Co., Inc.	Furniture Supplies	1,372	1.89%
CV Industries, Inc.	Furniture	1,201	1.65%
Sherrill Furniture Company	Furniture	1,125	1.55%
Thomasville Furniture Industries	Furniture	836	1.15%
Pierre Foods	Restaurants, Bakeries	759	1.04%
Catawba County School System	Education	2,000	2.75%
Frye Regional Medical Center	Medical Services	1,900	2.61%
Catawba Valley Medical Center	Medical Services	1,426	1.96%
Catawba County	Local Government	1,016	1.40%
		<b>13,735</b>	<b>18.89%</b>

**CATAWBA COUNTY, NORTH CAROLINA**  
**Notes to the General Purpose Financial Statements**  
**Year ended June 30, 2005**

**General Obligation Indebtedness**

All general obligation bonds serviced by the County's general fund are collateralized by the full faith, credit, and taxing power of the County. Principal and interest requirements are appropriated when due from property tax revenues. On December 10, 2002, the County issued General Obligation Refunding Bonds in the amount of \$14,495,000.

The County's general obligation bonds payable at June 30, 2003, are comprised of the following individual services.

\$5,500,000 1996 School Facility and Community College Public Improvement Bonds due in varying annual installments from \$350,000 - \$400,000 through June 1, 2011; interest at 5.0 - 5.1%. \$2.2 million of these bonds were refunded in June 2005.		\$400,000
\$14,600,000 1997 School Facility Series Bonds due in varying annual installments from \$900,000 - \$1,100,000 through June 1, 2013; interest at 4.7 - 4.75%. \$6.2 million of these bonds were refunded in June 2005.		\$1,950,000
\$9,800,000 1998 School Facility Series Bonds due in varying annual installments from \$500,000 - \$800,000 through June 1, 2013; interest at 4.3 - 4.4%.		\$5,850,000
\$16,645,000 1999 School Facility Series Bonds due in varying annual installments from \$950,000 - \$1,400,000 through June 1, 2014; interest at 4.4 - 4.7%.		\$10,900,000
\$8,955,000 2000 School Facility Series Bonds due in varying annual installments from \$450,000 - \$805,000 through June 1, 2015; interest at 5.3 - 5.4%. \$3.68 million of these bonds were refunded in June 2005.		\$2,925,000
\$14,495,000 2002 School Facility and Community College Refunding Bonds due in varying annual installments from \$420,000 - \$2,070,000 through June 1, 2014; interest at 2.0 - 4.0%.		
	Schools	\$9,024,000
	Community College	\$2,256,000
\$16,035,000 2005 School Facility and Community College Refunding Bonds due in varying annual installments from \$760,000 - \$2,240,000 through June 1, 2015; interest at 3.0 - 3.75%.		
	Schools	\$15,400,000
	Community College	\$635,000
		<u>\$49,340,000</u>

Annual debt service requirements to maturity for the County's general obligation bonds are as follows:

#### **Governmental Activities**

<b>Year Ending June 30</b>	<b>Principal</b>	<b>Interest</b>
2005	7,120,000	2,539,495
2006	6,320,000	2,223,270
2007	6,130,000	1,947,720
2008	6,250,000	1,676,320
2008	6,295,000	1,398,870
20010-2014	22,960,000	3,062,400
2015	805,000	43,470
<b>Total</b>	<b>\$55,880,000</b>	<b>\$12,891,545</b>

At June 30, 2005, Catawba County had \$6,970,000 of authorized but unissued bonds and had a legal debt margin of \$923,035,555.

#### **Revenue Bonds**

On December 22, 1999, the county issued County of Catawba, North Carolina Recreational Facilities Lease Revenue Bonds (YMCA of Catawba Valley Project), Series 1999 totaling \$4,300,000 pursuant to an Indenture of Trust dated as of December 1, 1999 (the "Indenture") between the County of Catawba, North Carolina (the "County") and First Citizens Bank & Trust Company, as trustee (the "Trustee"), and authorized by a bond order of the County adopted effective as of December 8, 1999. The proceeds received by the County from the sale of the Bonds will be used by the County to acquire, pursuant to the Ground Lease dated as of December 1, 1999 (the "Ground Lease") between the Young Mens Christian Association of Catawba Valley, Inc. (the "Corporation") as lessor and the County as Lessee, a long-term leasehold estate in (i) certain existing recreational facilities owned by the corporation, and (ii) certain real property on which the Corporation intends to construct new recreational facilities to be owned by the Corporation ((i) and (ii) collectively, the "Property"), which Property the County simultaneously will lease back to the Corporation pursuant to the Lease Agreement dated as of December 1, 1999 (the "Lease Agreement") between the County and the Corporation. The Corporation intends to use the funds it receives from the lease of the property to the County under the Ground Lease and from other sources for the purpose of refinancing certain existing indebtedness and financing the costs of acquiring, constructing, improving and equipping certain new recreational facilities, which are located within the County.

The Bonds will be limited obligations of the County. The Bonds and interest thereon and any redemption or purchase premiums with respect thereto do not now and shall never constitute an indebtedness or an obligation of the County, the State of North Carolina (the "State") or any political subdivision thereof, within the meaning of any constitutional limitation or statutory provision and will not give rise to a charge against the general credit or taxing powers of any of them, but shall be payable solely from the revenues and income derived

from the Lease Agreement, which revenues and income have been pledged and assigned to the Trustee to secure payment thereof, and from moneys available to be drawn by the Trustee under the Credit Facility. No owner of the Bonds shall have the right to compel the exercise of the taxing power of the County, the State or any political subdivision thereof to pay any principal installment or purchase price of, or redemption or purchase premium, if any, or interest on the Bonds.

On March 1, 1999, the County issued County of Catawba, North Carolina Refunding Revenue Bonds (Catawba Memorial Hospital Project) Series 1999 ("the Series 1999 Bonds") totaling \$23,620,000 for the purpose of refunding the Series 1992 Hospital Revenue bonds ("the Series 1992 Bonds"). The County defeased \$24,070,000 of the Series 1992 bonds in an escrow fund to provide for all future debt service. As a result of this defeasance transaction, a proportionate amount of the unamortized bond issuance costs were written off. A loss totaling \$2,286,075 was deferred and is being amortized over the remaining life of the refunded bonds. Costs of \$637,326 were incurred in connection with the issuance of the Series 1999 Bonds and have been deferred. Such costs are being amortized over the remaining terms of the Series 1999 Bonds. The revenue bonds do not constitute a legal or equitable pledge, charge, lien, or encumbrance upon any of the County's property or upon its income, receipts, or revenues. The taxing power of the County is not pledged for the payment of the principal or interest on the revenue bonds, and no owner has the right to compel the exercise of the taxing power of the County or the forfeiture of any of its property in connection with any default under the bond order.

## Changes in General Long-Term Debt

The following is a summary of changes in the County's general long-term debt for the year ended June 30, 2004:

	Balance June 30, 2004	Increases	Decreases	Balance June 30, 2005	Current Portion of Balance
<b>Governmental Activities</b>					
General obligation debt	\$55,880,000	\$16,035,000	(\$22,575,000)	\$49,340,000	\$6,525,000
Certificates of Participation	\$0	\$55,255,000	(\$1,450,000)	\$53,805,000	\$2,790,000
Capitalized leases	69,778	0	(69,778)	0	0
Installment purchases	9,900,000	0	(660,000)	9,240,000	660,000
Compensated absences	3,217,343	2,371,253	(2,200,271)	3,388,325	2,200,000
Net pension obligation	508,693	0	(13,350)	495,343	0
<b>Total</b>	<b>\$69,575,814</b>	<b>\$73,661,253</b>	<b>(\$26,968,399)</b>	<b>\$116,268,668</b>	<b>\$12,175,000</b>
<b>Business-type Activities</b>					
Accrued landfill closure and post-closure care costs	\$3,680,305	\$77,284	\$0	\$3,757,589	\$107,040
Compensated absences	79,395	56,287	(46,131)	89,551	46,000
<b>Total</b>	<b>\$3,759,700</b>	<b>\$133,571</b>	<b>(\$46,131)</b>	<b>\$3,847,140</b>	<b>\$153,040</b>

# INTERFUND TRANSFERS

	Actual 2004/05	Approved 2005/06	Recommended 2006/07
<b>General Fund</b>			
Transfers In			
From Narcotics Seized Fund	\$10,198	\$0	\$0
From Schools' Construction Fund	2,323,503	0	0
From Parks/Preservation Trust Fund	31,098	0	0
From General Capital Reserve	102,135	90,699	0
From Water & Sewer Reserve	59,668	57,100	0
From Water & Sewer Construction	55,014	0	0
From General Capital Projects	0	1,000,000	0
From Schools' Construction Fund	1,500,000	275,117	0
	<u>\$4,081,616</u>	<u>\$1,422,916</u>	<u>\$0</u>
Transfers Out			
To Self Insurance Fund	(\$1,000,000)	(\$721,000)	\$0
To Reappraisal Fund	(384,324)	(448,199)	0
To Rescue Squads Fund	(481,086)	(490,130)	0
To Rescue Squads - 1st Responder Program	(244,800)	(249,402)	0
To General Capital Projects Fund	(793,317)	(274,909)	0
To General Capital Projects Fund - 1/2 cent tax rate	(650,000)	0	0
To Water & Sewer Construction Fund	(1,950,000)	(1,950,000)	0
To Solid Waste Management Fund	(692)	0	0
To Schools' Construction Fund	(1,376,073)	0	0
	<u>(\$6,880,292)</u>	<u>(\$4,133,640)</u>	<u>\$0</u>
<b>General Capital Reserve Fund</b>			
Transfers In			
From General Fund	\$0	\$0	\$0
Transfers Out			
To General Fund	(\$102,135)	(\$90,699)	\$0
<b>General Capital Projects Fund</b>			
Transfers In			
From General Fund	\$793,317	\$274,909	\$0
From Parks Preservation Fund	125,000	0	0
From General Fund - 1/2 cent tax rate	650,000	0	0
	<u>\$1,568,317</u>	<u>\$274,909</u>	<u>\$0</u>
Transfers Out			
To General Fund	\$0	(\$1,000,000)	\$0

# INTERFUND TRANSFERS

	Actual 2003/04	Approved 2004/05	Recommended 2005/06
<b>Hospital Construction Fund</b>			
Transfers In			
From Hospital Reserve Fund	\$800,000	\$0	
<b>Hospital Capital Reserve Fund</b>			
Transfers Out			
To Hospital Construction Fund	(\$800,000)	\$0	\$0
<b>Narcotics Seized Fund</b>			
Transfers Out			
To General Fund	(\$2,231)	(\$9,140)	\$0
<b>Parks/Historic Preservation Trust Fund</b>			
Transfers Out			
To General Fund	(\$53,000)	(\$31,098)	\$0
<b>Reappraisal Fund</b>			
Transfers In			
From General Fund	\$333,476	\$333,908	\$448,199
<b>Rescue Squads Fund</b>			
Transfers In			
From General Fund	\$471,653	\$481,086	\$490,130
From General Fund - 1st Responder Program	240,000	244,800	249,402
	<u>\$711,653</u>	<u>\$725,886</u>	<u>\$739,532</u>
<b>School Bond Fund - 1997 Series</b>			
Transfers In			
From Schools' Capital Project Fund	\$44,880	\$0	\$0
Transfers Out			
To Schools' Capital Projects Fund	(\$1,178,982)	(\$22,288)	\$0
<b>Schools' Capital Projects Fund</b>			
Transfers In			
From General Fund	\$31,711	\$0	\$0
From School Bond Fund - 1997 Series	1,178,982	22,288	0
	<u>\$1,210,693</u>	<u>\$22,288</u>	<u>\$0</u>
Transfers Out			
To 1997 School Bond Fund	(\$44,880)	\$0	\$0
<b>Schools' Construction Fund</b>			
Transfers In			
From General Fund	\$4,523,503	\$1,376,073	\$0
Transfers Out			
To General Fund	\$0	(\$3,673,503)	(\$275,117)

<b>INTERFUND TRANSFERS</b>			
	<b>Actual 2003/04</b>	<b>Approved 2004/05</b>	<b>Recommended 2005/06</b>
<b>Self Insurance Fund</b>			
Transfers In			
From General Fund	\$1,000,000	\$1,000,000	\$721,000
Transfers Out			
To General Fund	(\$5,000)	\$0	\$0
<b>Water &amp; Sewer Construction Fund</b>			
Transfers In			
From General Fund	\$1,950,000	\$1,950,000	\$1,950,000
From Water & Sewer Reserve Fund	1,323,045	0	3,862,982
	<u>\$3,273,045</u>	<u>\$1,950,000</u>	<u>\$5,812,982</u>
Transfers Out			
To General Fund	\$0	(\$55,014)	\$0
To Water & Sewer Reserve Fund	0	(1,363,018)	0
	<u>\$0</u>	<u>(\$1,418,032)</u>	<u>\$0</u>
<b>Water &amp; Sewer Reserve Fund</b>			
Transfers In			
From Water & Sewer Construction Fund	\$0	\$1,363,018	\$0
Transfers Out			
To General Fund	(\$49,122)	(\$59,668)	(\$57,100)
To Water & Sewer Construction Fund	(1,323,045)	0	(3,862,982)
	<u>(\$1,372,167)</u>	<u>(\$59,668)</u>	<u>(\$3,920,082)</u>
Budget excluding Transfers	\$161,162,877	\$224,220,320	\$182,202,628
Transfers In	\$17,547,183	\$8,468,998	\$7,721,713
Transfers Out	(\$10,438,687)	(\$10,438,068)	(\$4,195,199)



**REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

	<b>Budget 2004/05</b>	<b>Actual 2004/05</b>
<b>General Fund</b>		
Revenues		
Ad Valorem Taxes	\$61,034,057	\$61,445,509
Local Option Sales Taxes	22,037,277	24,311,523
Other Taxes & Licenses	560,108	741,321
Unrestricted Intergovernmental	1,242,000	1,095,733
Restricted Intergovernmental - State	14,552,277	13,553,519
Federal	11,280,464	10,479,295
State & Federal	10,376,756	10,340,100
Fines & Forfeitures	1,111,866	1,105,125
Other Grants	3,720,613	3,462,190
Licenses, Permits, & Fees	2,835,525	3,233,272
Sales & Service	17,530,513	17,420,439
Investment Earnings	600,398	898,835
Miscellaneous	2,633,422	3,419,797
	<hr/> \$149,515,276	<hr/> \$151,506,658
Expenditures		
General Government	\$10,518,661	\$9,052,110
Public Safety	17,026,212	15,684,346
Environmental Quality	521,668	428,549
Economic & Physical Development	8,651,969	7,753,092
Human Services	73,913,998	65,701,149
Education	30,416,907	30,410,166
Culture	2,675,894	2,465,676
Debt Service	13,630,255	13,604,156
	<hr/> \$157,355,564	<hr/> \$145,099,244
Revenues over (under) expenditures	(\$7,840,288)	\$6,407,414
Transfers & Contingency	<hr/> \$7,840,288	<hr/> (\$1,656,350)
Increase/Decrease in Fund Balance	\$0	\$4,751,064
<b>Beginning Year Fund Balance</b>		<hr/> <b>\$31,133,032</b>
<b>End of Year Fund Balance</b>		<hr/> <b>\$35,884,096</b>

# **REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

	<b>Budget 2004/05</b>	<b>Actual 2004/05</b>
<b>Emergency Telephone System Fund</b>		
Revenues		
Other taxes		
911 System Subscriber Fees	\$535,680	\$719,926
Restricted Intergovernmental Revenues		
Wireless 911 Funds	149,252	211,537
Investment Earnings	0	85,319
Miscellaneous	0	0
	<u>\$684,932</u>	<u>\$1,016,782</u>
Expenditures		
Public Safety		
911 System Subscriber Fees		
Other Operating	\$476,143	\$369,606
Capital Outlay	70,684	70,684
911 Reserve	2,017	0
	<u>\$548,844</u>	<u>\$440,290</u>
Wireless 911 Charges		
Salaries & Employee Benefits	\$74,410	\$71,122
Other Operating	49,779	25,869
Capital Outlay	0	0
Wireless 911 Reserve	25,063	0
	<u>\$149,252</u>	<u>\$96,991</u>
911 Addressing		
Salaries & Employee Benefits	\$37,877	\$25,449
Other Operating	20,661	11,802
Capital Outlay	0	0
	<u>\$58,538</u>	<u>\$37,251</u>
Total Expenditures	\$756,634	\$574,532
Revenue over (under) expenditures	<u>(\$71,702)</u>	<u>\$442,250</u>
Fund Balance Appropriated	\$71,702	\$0
Net change in fund balance	\$0	\$442,250
<b>Beginning Year Fund Balance</b>		<u>\$3,458,342</u>
<b>End of Year Fund Balance</b>		<u><u>\$3,900,592</u></u>

**REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

	<b>Budget 2004/05</b>	<b>Actual 2004/05</b>
<b>General Capital Reserve Fund</b>		
Revenues		
Investment Earnings	\$0	\$10,941
	<u>\$0</u>	<u>\$10,941</u>
Expenditures		
Capital Outlay	\$0	\$0
	<u>\$0</u>	<u>\$0</u>
Revenue over (under) expenditures	<u>\$0</u>	<u>\$10,941</u>
Other Financing Sources		
Transfer from General Fund	\$0	\$0
Fund Balance Appropriated	102,135	0
Transfer to General Fund	(102,135)	(102,135)
	<u>\$0</u>	<u>(\$102,135)</u>
Net change in fund balance	<u>\$0</u>	<u>(\$91,194)</u>
<b>Beginning Year Fund Balance</b>		<u>\$577,072</u>
<b>End of Year Fund Balance</b>		<u>\$485,878</u>

**REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

	<b>Budget 2004/05</b>	<b>Actual 2004/05</b>
<b>Water &amp; Sewer Reserve Fund</b>		
Revenues		
Restricted Intergovernmental Revenues	\$570,262	\$507,586
Investment Earnings	0	196,031
	<u>\$570,262</u>	<u>\$703,617</u>
Expenditures		
Capital Outlay	\$0	\$0
Future Project Reserve	1,873,612	0
	<u>\$1,873,612</u>	<u>\$0</u>
Revenue over (under) expenditures	<u>(\$1,303,350)</u>	<u>\$703,617</u>
Other Financing Sources		
Fund Balance Appropriated	\$247,619	\$0
Transfer to General Fund	(59,668)	(59,668)
Transfer to Water & Sewer Construction Fund	(247,619)	(247,619)
Transfer from Water & Sewer Construction Fund	1,363,018	1,363,018
	<u>\$1,303,350</u>	<u>\$1,055,731</u>
Net change in fund balance	\$0	\$1,759,348
<b>Beginning Year Fund Balance</b>		<u>\$6,997,075</u>
<b>End of Year Fund Balance</b>		<u>\$8,756,423</u>

**REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

	<b>Budget 2003/04</b>	<b>Actual 2003/04</b>
<b>Fire Districts Fund</b>		
Revenues		
Ad valorem Taxes	\$2,487,927	\$2,487,927
Other taxes	0	0
Restricted Intergovernmental Revenues	0	0
Investment Earnings	5,728	5,728
Miscellaneous	0	0
	<u>\$2,493,655</u>	<u>\$2,493,655</u>
Expenditures		
General Government	\$0	\$0
Public Safety	2,591,380	2,591,380
Economic & Physical Development	0	0
	<u>\$2,591,380</u>	<u>\$2,591,380</u>
Revenue over (under) expenditures	<u>(\$97,725)</u>	<u>(\$97,725)</u>
Transfers	\$0	\$0
Net change in fund balance	(\$97,725)	(\$97,725)
<b>Beginning Year Fund Balance</b>	<u>\$855,951</u>	<u>\$855,951</u>
<b>End of Year Fund Balance</b>	<u>\$758,226</u>	<u>\$758,226</u>